1945. **File No.** Coop II 45

Legal Deptt

B **BRANCH**

Subject:— Rules & Notifications under the Bombay Cooperative Societies Act 1925

4/1945/6

File No. Coop II/45

Gen. 191 e.

426-B

O R D E R.

Reconstruction Department,

Bombay Castel, 1945.

Bombay Co-operative Societies Act, 1925.

No. : In exercise of the powers conferred by section 67 of the Bombay Co-operative Societies Act, 1925 (Bom. VII of 1925), the Government of Bombay is pleased to direct that the provisions of section 37 of the said Act shall apply to the Patni Co-operative Credit Society, limited Surat, with the modification that, the said Society may also invest its funds in any of the shares issued by the following companies or banks namely:-

1) Tatal Hydro Electro Co., Limited.,
2) Tata Power Supply Co., Limited.,
3) Andhra Valley Power Supply Co., Ltd.,
4) Bombay Electric Supply and Trauways Co., Ltd
5) Port Canning and Land Improvement Co., Ltd.,
6) Bombay Safe Deposit.
7) Associated Cement Co., Limited.,
8) Gujarat Investment Trust.
9) Surat People Co-operative Bank, Ltd.,
10) Surat District Co-operative Bank, Ltd.,
11) Surat District Co-operative purchase and Sales Union, Limited.,

By order of the Governor of Bombay.

Secretary to Government.

EVY. 14/7.

Office of the R.L.A.

Regarding para. 1 of R.C.D's note at page 19:

section 37 of the Bombay Co-operative Societies Act, 1925, provides inter alia that a society may invest or deposit its funds in any of the securities specified in section 20 of the Indian Trust Act, 1882 or in any other mode permitted by the rules. Section 20(c) of the Indian Trust Act provides that the trust property consisting of money shall be invested in stock or debentures of or shares in, Railway or other companies the interests whereon shall have been guaranteed by the Secretary of State for India in Council or by the Central Government. It is stated that the Zoroastrian Co-operative Banks has invested its money in the shares of the Railway companies mentioned at page 4 ante. Whether the interest of shares of the Railway company in which the Zoroastrian Co-operative Bank has invested its funds has been guaranteed by the Secretary of State for India in Council or by the Central Government is a question of fact on which the R.L.A. is unable to express an opinion.

Regarding para. 2 of R.C.D's note at page 19:

A revised draft notification is sent herewith.

Obviously the intention is that the Patni Co-operative Credit Society, Ltd., Surat, may invest its funds in any of the securities mentioned in the draft at page 21 ante in addition to those mentioned in section 37. It would not therefore be appropriate to exempt the said Society totally from the provisions of section 37. It is enough if it is directed that the provisions of section 37 shall apply to the Society with the modification that the Society may also invest its funds in any of the securities mentioned at page 21.

On the issue of such directions the said Society may choose to invest all its funds in the securities mentioned at page 21. The revised draft provides accordingly.

Sd/-

Remembrancer of Legal Affairs.

U.R. to R.C.D., No. 7216, dated the 1st September 1945.

EVY. 14/7.